

STATEMENT OF REVENUE AND EXPENSES

	Current Year to Date		Prior Year To Date
	1 Uncovered	2 Total	3 Total
1. Member Months.....	XXX	114,199	568,924
2. Net premium income (including non-health premium income).....	XXX	31,787,201	138,989,231
3. Change in unearned premium reserves and reserve for rate credits	XXX		0
4. Fee-for-service (net of \$ medical expenses)	XXX		0
5. Risk revenue	XXX		0
6. Aggregate write-ins for other health care related revenues	XXX	0	5,136
7. Aggregate write-ins for other non-health revenues	XXX	0	0
8. Total revenues (Lines 2 to 7)	XXX	31,787,201	138,994,367
Hospital and Medical:			
9. Hospital/medical benefits	1,242,500	20,581,410	81,453,656
10. Other professional services	107,350	1,788,199	6,403,890
11. Outside referrals	1,635,481	1,635,481	10,601,221
12. Emergency room and out-of-area	68,542	1,135,367	5,249,397
13. Prescription drugs		3,324,690	14,872,139
14. Aggregate write-ins for other hospital and medical.....	0	0	197
15. Incentive pool and withhold adjustments		(72,789)	(523,526)
16. Subtotal (Lines 9 to 15)	3,053,873	28,392,358	118,056,974
Less:			
17. Net reinsurance recoveries		176,848	130,874
18. Total hospital and medical (Lines 16 minus 17)	3,053,873	28,215,510	117,926,100
19. Non-health claims			
20. Claims adjustment expenses		830,658	4,037,012
21. General administrative expenses.....		2,444,117	12,567,377
22. Increase in reserves for life and accident and health contracts including \$ increase in reserves for life only).....			0
23. Total underwriting deductions (Lines 18 through 22)	3,053,873	31,490,285	134,530,489
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	296,916	4,463,878
25. Net investment income earned		374,167	1,679,125
26. Net realized capital gains or (losses)		(1,001)	(1,477)
27. Net investment gains or (losses) (Lines 25 plus 26)	0	373,166	1,677,648
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			0
29. Aggregate write-ins for other income or expenses	0	0	0
30. Net income or (loss) before federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	670,082	6,141,526
31. Federal and foreign income taxes incurred	XXX	(60,019)	2,086,067
32. Net income (loss) (Lines 30 minus 31)	XXX	730,101	4,055,459
DETAILS OF WRITE-INS			
0601. OTHER INCOME.....	XXX	0	5,136
0602.	XXX		
0603.	XXX		
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0
0699. Totals (Lines 0601 thru 0603 plus 0698) (Line 6 above)	XXX	0	5,136
0701.	XXX		
0702.	XXX		
0703.	XXX		
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0
0799. Totals (Lines 0701 thru 0703 plus 0798) (Line 7 above)	XXX	0	0
1401. TRAVEL AND RELATED EXPENSES.....			197
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	0	0	197
2901. Other Income.....			0
2902. Fixed Asset Gain.....			0
2903.			
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	0	0	0

CAPITAL AND SURPLUS ACCOUNT

	1 Current Year to Date	2 Prior Year To Date
CAPITAL AND SURPLUS ACCOUNT:		
33. Capital and surplus prior reporting period	21,712,363	19,704,641
GAINS AND LOSSES TO CAPITAL & SURPLUS:		
34. Net income or (loss) from Line 32	730,101	4,055,459
35. Change in valuation basis of aggregate policy and claim reserves		0
36. Net unrealized capital gains and losses		0
37. Change in net unrealized foreign exchange capital gain or (loss)		0
38. Change in net deferred income tax	7,409	141,489
39. Change in nonadmitted assets	(1,084,553)	(936,371)
40. Change in unauthorized reinsurance	0	0
41. Change in treasury stock		0
42. Change in surplus notes	0	(3,000,000)
43. Cumulative effect of changes in accounting principles		0
44. Capital Changes:		
44.1 Paid in		0
44.2 Transferred from surplus (Stock Dividend)		0
44.3 Transferred to surplus		0
45. Surplus adjustments:		
45.1 Paid in		0
45.2 Transferred to capital (Stock Dividend)	0	0
45.3 Transferred from capital		0
46. Dividends to stockholders		0
47. Aggregate write-ins for gains or (losses) in surplus	(2,551)	1,747,145
48. Net change in capital & surplus (Lines 34 to 47)	(349,594)	2,007,722
49. Capital and surplus end of reporting period (Line 33 plus 48)	21,362,769	21,712,363
DETAILS OF WRITE-INS		
4701. PRIOR PERIOD STATE DTA ADJUSTMENT.....	26,291	0
4702. CHANGE IN AVR - SURPLUS.....	(28,842)	3,165
4703. PRIOR YEAR PREMIUM RECEIVABLES ALLOWANCE ADJUSTMENT.....		1,393,980
4798. Summary of remaining write-ins for Line 47 from overflow page	0	350,000
4799. Totals (Lines 4701 thru 4703 plus 4798) (Line 47 above)	(2,551)	1,747,145